GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:3827
ANSWERED ON:17.08.2000
PROCESSING OF MIXED COTTON KNITTED FABRICS
C.P. RADHAKRISHNAN

Will the Minister of TEXTILES be pleased to state:

(a) the revenue earned by the Government from the processing of mixed cotton knitted fabrics and 100% knitted polyester sector separately during each of last three year, till date ; and

(b) the steps taken by the Government to promote above sectors?

Answer

MINISTER OF STATE FOR TEXTILES (Shri GINGEE N. RAMACHANDRAN)

(a) No separate revenue figures are collected or available in respect of processing of mixed cotton knitted fabric and 100% knitted polyester sectors.

(b) All knitted fabrics processed without the aid of power or steam, as well as the processed knitted fabrics with over 50% cotton content, are exempt from excise duty. As regards other knitted fabrics, they attract an excise duty of 16% ad valorem, which includes the basic excise duty levied under the Central Excise Act, 1944 and the additional duty of excise (in lieu of sales tax) levied under the Additional Duties of Excise (Goods of Special Importance) Act, 1957.

The Knitted fabrics, when exported, are eligible for refund, rebate and drawback of the customs and central excise duties paid either on the inputs contained in them or on the exported final products.